



GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

A.B.N. 12 000 977 926

ANNUAL CONCISE FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2008

CONTENTS	PAGE
Directors' Report	1-2
Lead Auditor's Independence Declaration	3
Income Statement	4
Balance Sheet	5
Cash Flow Statement	6
Statement of Changes in Equity	7
Notes to the Financial Statements	8
Directors' Declaration	9
Independent Audit Report to the Members	10

This concise report has been derived from the full financial report of the year ended 31 December 2008. The full financial report and auditor's report is available to members on request, free of charge from the company's premises at 4-6 Linsley Street, Gladesville. The concise financial report cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of Gladesville R.S.L. Community Club Limited as the full financial report.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

DIRECTORS' REPORT

The directors submit their financial report for the year ended 31 December 2008.

Directors

The names of the directors in office at the date of this report are:

Qualification

C P Coady – President	Administrative Officer – Public Servant
J E Butt – Vice President	Retired – Public Servant
J Robertson	Company Director, Mediator
D Lochlin	Senior Technical Officer
S Winter	Retired – Printer
D. Bollard	Retired - Mechanic

D Bollard was appointed as a director on 25 May 2008. A Conaghan did not stand for re-election as a director during the year. C A Black was a director throughout the financial year and resigned on 9 February 2009.

Company Secretary

M P. Donovan has been the secretary of the company since July 2006.

Principal Activities

The principal activity of the company during the financial year remained unchanged and was that of a licensed club.

Results and Dividends

The loss after income tax amounted to \$561,840 (2007 loss – \$79,486). The company is limited by guarantee and is prohibited from paying dividends.

Insurance of Officers

During the financial year, the company paid a premium to insure certain officers of the company. The officers of the company covered include the Directors, Secretary and Chief Executive. The liabilities covered include costs incurred in defending civil or criminal proceedings that may be brought against officers in their capacity as officers of the company. Disclosure of the amount of the premium and nature of the cover is prohibited under the policy.

Except for the above, the company has not, during or since the end of the financial year, in respect of any person who is or has been an officer or auditor of the company or of a related body corporate:

- indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability for the costs or expenses to defend legal proceedings.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)

Significant Events after the Balance Date

No matters or circumstances have arisen since 31 December 2008 and the date of this report that have significantly affected or may significantly affect in subsequent financial years:

- (i) the operations of the company;
- (ii) the results of those operations: or
- (iii) the state of affairs of the company.

Meetings of Directors

Director	15	Full meeting of Directors	Building	Marketing	Special
Number of Meetings held		15	1	-	-
Name of Director		Meetings held whilst Director	Meetings Attended		
C P Coady, President – appointed 17/03/93		15	15	1	-
J E Butt, Vice President – appointed 30/11/93		15	15	1	-
C A Black – appointed 23/03/94		15	7	1	-
J Robertson – appointed 19/03/00		15	15	-	-
A Conaghan – appointed 26/03/95		5	5	1	-
S Winter – appointed 05/05/02		15	14	1	-
D Lochlin – appointed 05/05/02		15	13	-	-
D Bollard – appointed 25/05/08		8	8	-	-

Changes in State of Affairs

During the financial year there was no significant change in the state of affairs of the company other than that referred to in the financial statements or notes thereto.

Future Developments

Disclosure of information in relation to likely developments in the operations of the company and the expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the company.

Capital Commitments

There are no other capital commitments outstanding as at the 31 December 2008.

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

The lead auditor's independence declaration is set out on the following page and forms part of the Directors' Report for the financial year ended 31 December 2008.

Signed in accordance with a resolution of the directors:

Director _____
C P Coady

Director _____
J Robertson

Dated at Gladesville

VJR
V.J.RYAN
& CO
CHARTERED ACCOUNTANTS
A.B.N. 55 704 784 107

The Board of Directors
Gladesville R.S.L. & Community Club Limited
4 Linsley Street
GLADESVILLE NSW 2111

Dear Board Members

**Lead Auditor's Independence Declaration to the Directors of
Gladesville R.S.L. & Community Club Limited**

In relation to our audit of the financial report of Gladesville R.S.L. & Community Club Limited for the year ended 31 December 2008, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

V J RYAN & CO
Chartered Accountants

Level 5
255 George Street
SYDNEY NSW 2000

Peter Denis Wyer
Partner

Date:

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

INCOME STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2008

	2008	2007
	\$	
	\$	
Sale of Goods	867,379	752,544
Revenue from Services	3,474,021	3,956,312
Members Subscriptions	15,229	19,264
Rent Received	86,842	84,719
Interest Received	17,627	54,483
Bingo, Raffles & Promotions	126,713	133,265
Total Revenue	4,587,811	5,000,587
Other Income	6,991	22,921
Finance Costs	(66,965)	(19,120)
Cost of Goods Sold	(371,860)	(326,296)
Depreciation	(443,578)	(401,038)
Direct costs attributable to Trading Revenue	(1,737,009)	(1,865,088)
Administrative, Member, Facility and Other Expenses	(2,537,230)	(2,465,851)
PROFIT / (LOSS) BEFORE INCOME TAX	(561,840)	(53,885)
Income Tax Expense	-	(25,601)
NET PROFIT / (LOSS) FOR THE PERIOD	(561,840)	(79,486)

Discussion and Analysis of Income Statement

Key points to note are:

1. The Club's total revenue fell by \$412,776 or 8.2% from the previous year.
2. Bar sales increased by \$114,835 (15.2%).
3. Poker machine revenue decreased by \$482,291 (12.2%).
4. Finance costs increased by \$47,845 as a result of additional borrowings.

The Income Statement is to be read in conjunction with the Notes to the Financial Statements set out on page 8.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

BALANCE SHEET

AS AT 31 DECEMBER 2008

	2008	2007
	\$	
	\$	
CURRENT ASSETS		
Cash and Cash Equivalents	438,170	597,310
Trade and Other Receivables	13,161	12,658
Current Tax Asset – Income Tax Refundable	5,907	76
Inventories	40,476	36,274
Investments	725,968	-
Other	<u>80,010</u>	<u>68,441</u>
TOTAL CURRENT ASSETS	<u>1,303,692</u>	<u>714,759</u>
NON-CURRENT ASSETS		
Investments	-	725,968
Property, Plant and Equipment	<u>8,811,243</u>	<u>7,667,693</u>
TOTAL NON-CURRENT ASSETS	<u>8,811,243</u>	<u>8,393,661</u>
TOTAL ASSETS	<u>10,114,935</u>	<u>9,108,420</u>
CURRENT LIABILITIES		
Trade and Other Payables	409,008	436,722
Interest-bearing Loans and Borrowings	1,661,604	75,321
Provisions	<u>176,636</u>	<u>165,068</u>
TOTAL CURRENT LIABILITIES	<u>2,247,248</u>	<u>677,111</u>
NON-CURRENT LIABILITIES		
Provisions	<u>43,413</u>	<u>36,868</u>
TOTAL NON-CURRENT LIABILITIES	<u>43,413</u>	<u>36,868</u>
TOTAL LIABILITIES	<u>2,290,661</u>	<u>713,979</u>
NET ASSETS	<u>7,824,274</u>	<u>8,394,441</u>
EQUITY		
Members' Funds	-	-
Reserves	72,546	80,873
Retained Earnings	<u>7,751,728</u>	<u>8,313,568</u>
TOTAL EQUITY	<u>7,824,274</u>	<u>8,394,441</u>

Discussion and Analysis of Balance Sheet

Key points to note are:

1. The investment property has been transferred to current assets as it is available for sale.

The Balance Sheet is to be read in conjunction with the Notes to the Financial Statements set out on page 8.

2. Property, plant and equipment and borrowings have increased significantly due to the major renovations at the club during the year.

The Balance Sheet is to be read in conjunction with the Notes to the Financial Statements set out on page 8.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2008

	2008	2007
	<u>\$</u>	<u>\$</u>
Cash Flows from Operating Activities:		
Receipts from Members & Visitors	4,485,830	4,939,658
Interest Received	17,627	54,483
Rent Received	86,842	84,719
Payment to Suppliers & Employees	(4,679,798)	(4,676,609)
Income Tax Paid	(5,831)	(5,503)
Interest & Other Cost of Finance Paid	<u>(66,965)</u>	<u>(19,120)</u>
Net Cash Provided by (Used in) Operating Activities	<u>(162,295)</u>	<u>377,628</u>
Cash Flows from Investing Activities:		
Proceeds from Sale of Property, Plant & Equipment	4,000	18,445
Payment for Property, Plant & Equipment	<u>(1,587,128)</u>	<u>(764,423)</u>
Net Cash Provided by (Used in) Investing Activities	<u>(1,583,128)</u>	<u>(745,978)</u>
Cash Flows from Financing Activities:		
Increase / (Repayment) of Borrowings	<u>(1,586,283)</u>	<u>(208,679)</u>
Net Cash Provided by (Used in) Financing Activities	<u>(1,586,283)</u>	<u>(208,679)</u>
Net Increase (Decrease) in Cash Held	(159,140)	(577,029)
Cash and Cash Equivalents at beginning of the period	<u>597,310</u>	<u>1,174,339</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	<u><u>438,170</u></u>	<u><u>597,310</u></u>

Discussion and Analysis of Cash Flow Statement

Key points to note are:

1. Net cash flow from operating activities decreased by \$539,923.
2. Net cash used in investing activities has increased by \$837,150 over the prior year due to the costs incurred during the club renovations.

The Cash Flow Statement is to be read in conjunction with the Notes to the Financial Statements set out on page 8.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2008

	Retained Earnings	Reserves	Total Equity
	\$	\$	\$
At 1 January 2007	8,393,054	93,409	8,486,463
Loss for the year	(79,486)	-	(79,486)
Interest for the year	-	1,064	1,064
Funeral Benefits paid	-	(13,600)	(13,600)
At 31 December 2007	8,313,568	80,873	8,394,441
Loss for the year	(561,840)	-	(561,840)
Interest for the year	-	1,537	1,537
Funeral Benefits paid	-	(9,864)	(9,864)
At 31 December 2008	<u>7,751,728</u>	<u>72,546</u>	<u>7,824,274</u>

The Statement of Changes in Equity is to be read in conjunction with the Notes to the Financial Statements set out on page 8.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2008

1 BASIS OF PREPARATION

The concise financial report for Gladesville R.S.L. & Community Club Limited (“the company”) for the year ended 31 December 2008 has been prepared in accordance with Australian Accounting Standard AASB 1039 *Concise Financial Reports* and the Corporations Act 2001. The financial statements and specific disclosures required by AASB 1039 have been derived from the company’s full financial report for the financial year. Other information included in the concise financial report is consistent with the company’s full financial report. The concise financial report cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the company as the full financial report.

It has been prepared on the basis of historical costs and, except for certain assets which are at valuation, does not take into account changing money values or current valuation of non-current assets.

The accounting policies have been consistently applied and except where there is a change in accounting policy, are consistent with those of the previous period. A full description of the company’s accounting policies is contained in the full financial report.

The financial report is presented in Australian dollars.

2 FULL FINANCIAL REPORT

Further financial information can be obtained from the full financial report which is available, free of charge, on request from the company premises at 4-6 Linsley Street, Gladesville.

3 EVENTS SUBSEQUENT TO REPORTING DATE

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)

DIRECTORS' DECLARATION

The directors of Gladesville R.S.L. & Community Club Limited ("the company") declare that in their opinion, the concise financial report for the year ended 31 December 2008 as set out on pages 4 to 8:

- (a) has been derived from the full financial report for the year ended 31 December 2008.
- (b) complies with Australian Accounting Standard AASB 1039: *Concise Financial Reports*.

Signed in accordance with a resolution of the directors:

Director _____
C P Coady

Director _____
J Robertson

Dated at Gladesville

**INDEPENDENT AUDIT REPORT TO THE MEMBERS OF
GLADESVILLE R.S.L. & COMMUNITY CLUB LIMITED
(A Company Limited by Guarantee)**

Report on the Concise Financial Report

The concise financial report of Gladesville R.S.L. & Community Club Limited (“the company”) comprising the Income Statement, Balance Sheet, Cash Flow Statement, Statement of Changes in Equity, discussion and analysis, Accompanying Notes and the Directors' Declaration for the financial year ended 31 December 2008 as set out on pages 4 to 9 is derived from the audited financial report of the company for the year ended 31 December 2008. We expressed an unmodified opinion on the financial report.

The concise report does not contain all the disclosures required by Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001. Reading the concise report is not a substitute for reading the audited financial report of the company.

Directors' responsibility for the concise financial report

The directors are responsible for the preparation and presentation of the concise financial report in accordance with Australian Accounting Standard AASB 1039: *Concise Financial Reports*. This responsibility includes establishing and maintaining internal control relevant to the preparation of the concise financial report, selecting and applying the appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the concise financial report based on our audit. We have conducted an independent audit, in accordance with Australian Auditing Standards, of the financial report of the company for the year ended 31 December 2008. Our audit report on the financial report for the year was signed on 25 March 2009 and was not subject to any modification. The Australian Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the concise financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the concise financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the concise financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the company's preparation and fair presentation of the concise financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the concise financial report.

Our procedures in respect of the audit of the concise financial report included testing that the information included in it is consistent with the full financial report, and examination, on a test basis, of evidence supporting the amounts, discussion and analysis and other disclosures which were not directly derived from the full financial report. These procedures have been undertaken to form an opinion as to whether the concise financial report complies with Australian Accounting Standard AASB 1039: *Concise Financial Reports* in that, in all material respects, it is presented fairly in accordance with that standard.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Audit Opinion

In our opinion, the concise financial report of the company for the year ended 31 December 2008 complies with Australian Accounting Standard AASB1039: *Concise Financial Reports*.

V J RYAN & CO
Chartered Accountants

Level 5
255 George Street
SYDNEY NSW 2000

Partner: Peter D Wyer
Dated: